CHAPTER NO. 768

HOUSE BILL NO. 3338

By Representative Maddox and Mr. Speaker Naifeh and Representatives Brenda Turner, Fitzhugh, Vincent, Hackworth, Harmon, Ferguson, Windle, Fraley, Litz, Yokley, Hood

Substituted for: Senate Bill No. 2866

By Senators Herron, Crowe

AN ACT to amend Tennessee Code Annotated, Title 49, Chapter 7, relative to higher education financial accountability.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF TENNESSEE:

SECTION 1. Tennessee Code Annotated, Title 49, Chapter 7, is amended by adding the following language as a new, appropriately designated part:

§ 49-7-3001.

- (a) The trustees of the University of Tennessee shall require annual internal financial audits of the offices of the university president and the chief executive officers of the institutions comprising the system. Such audits shall be reviewed by the board of trustees and the comptroller of the treasury.
- (b) The board of regents of the state university and community college system shall require annual internal financial audits of the offices of the chancellor and the chief executive officers of the institutions comprising the system. Such audits shall be reviewed by the board of regents and the comptroller of the treasury.
- (c) Such audits shall be performed for each fiscal year and shall be completed and furnished to the system's governing body and the comptroller of the treasury by October 1 following the close of each fiscal year.

§ 49-7-3002.

A flight log shall be maintained for each state-owned airplane used by officers or employees of the University of Tennessee system or its institutions or the state university and community college system or its institutions for travel related to the system or an institution. Such log shall show the reason for each flight, the date and final destination of each flight, time of departure, time of arrival, all stops made prior to reaching the final destination, the length of time of each portion of a flight, and the name of any person traveling on any portion of a flight and the position such person holds with the University of Tennessee system or the state university and community college system. If a person who is not an officer or employee of the University of Tennessee or the state university and community college system is a passenger on any portion of a flight, then the log shall clearly identify the person, the portion of the flight on which the person is a passenger, and show the reason such person is a passenger.

§ 49-7-3003.

The University of Tennessee and the state university and community college system shall not purchase alcoholic beverages, beer, or wine with funds derived from state taxes, tuition, or student fees which are appropriated or re-appropriated by the general assembly.

SECTION 2. This act shall take effect upon becoming a law, the public welfare requiring it.

PASSED: May 10, 2004

John S. WILDER

APPROVED this 24th day of May 2004

PHIL BREDESEN, GOVERNOR

SPEAKER OF THE SENATE